



State of New Jersey  
CASINO CONTROL COMMISSION  
TENNESSEE AVENUE AND BOARDWALK  
ATLANTIC CITY NJ 08401

JAMES E. MCGREEVEY  
Governor

LINDA M. KASSEKERT  
Chair

WILLIAM T. SOMMELING  
Vice Chair

MICHAEL A. FEDORKO  
MICHAEL C. EPPS  
RALPH G. FRULIO  
Commissioners

(609) 441-3422

May 18, 2004

Dear Subscriber:

Enclosed is the New Jersey Casino Industry Quarterly Financial Reports for the first quarter ending March 31, 2004.

If you have any questions, please contact me at (609) 441-3799. You can also contact us by e-mail at [dheneghan@ccc.state.nj.us](mailto:dheneghan@ccc.state.nj.us). If you have any questions about your subscription, please contact Josephine Nanfara Steindl at (609) 441-3211 or by e-mail at [jsteindl@ccc.state.nj.us](mailto:jsteindl@ccc.state.nj.us).

Sincerely,

A handwritten signature in cursive script, reading "Daniel J. Heneghan".

Daniel J. Heneghan  
Public Information Officer

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Enclosures

**ATLANTIC CITY CASINO INDUSTRY  
STATEMENT OF INCOME STATISTICS  
FOR THE THREE MONTHS ENDED MARCH 31, 2004 AND 2003**  
(\$ in Thousands)

	Net Revenue		Fav (Unfav) Var %	Gross Operating Profit		Fav (Unfav) Var %	Net Income		Fav (Unfav) Var %
	<u>2004</u>	<u>2003</u>		<u>2004</u>	<u>2003</u>		<u>2004</u>	<u>2003</u>	
AC Hilton	\$ 67,667	\$ 69,101	(2.1)	\$ 10,713	\$ 13,003	(17.6)	\$ (611)	\$ 543	N/A
Bally's AC	154,495	156,419	(1.2)	37,234	37,473	(0.6)	4,814	5,659	(14.9)
Borgata	145,889	-	N/A	41,895	-	N/A	13,367	-	N/A
Caesars	118,896	117,833	0.9	36,842	37,768	(2.5)	5,986	6,564	(8.8)
Harrah's	99,671	101,580	(1.9)	38,919	41,407	(6.0)	10,722	15,115	(29.1)
Resorts	50,805	51,915	(2.1)	5,242	5,170	1.4	(1,639)	(2,082)	21.3
Sands	41,449	39,800	4.1	4,874	2,332	N/A	(3,143)	(4,464)	29.6
Showboat	80,795	75,498	7.0	27,960	21,220	31.8	(84)	(6,891)	98.8
Tropicana	91,322	98,355	(7.2)	21,373	27,041	(21.0)	2,424	225	N/A
Trump Marina	58,229	58,523	(0.5)	10,697	9,227	15.9	(7,042)	(7,922)	11.1
Trump Plaza	65,588	69,966	(6.3)	12,017	14,137	(15.0)	(9,804)	(7,049)	(39.1)
Trump Taj Mahal	112,727	118,535	(4.9)	26,720	28,845	(7.4)	(13,106)	(9,056)	(44.7)
Industry	<u>\$ 1,087,533</u>	<u>\$ 957,525</u>	13.6	<u>\$ 274,486</u>	<u>\$ 237,623</u>	15.5	<u>\$ 1,884</u>	<u>\$ (9,358)</u>	N/A

**ATLANTIC CITY CASINO INDUSTRY  
STATEMENTS OF INCOME  
FOR THE THREE MONTHS ENDED MARCH 31, 2004  
(\$ in Thousands)**

	AC Hilton	Bally's AC	Borgata	Caesars	Harrah's	Resorts	Sands	Showboat	Tropicana	Trump Marina	Trump Plaza	Trump Taj Mahal	Industry
<b>REVENUE:</b>													
Casino	\$ 70,045	\$ 157,545	\$ 140,204	\$ 120,426	\$ 107,444	\$ 55,212	\$ 44,500	\$ 89,765	\$ 87,319	\$ 62,069	\$ 72,431	\$ 117,723	\$ 1,124,683
Rooms	5,043	10,931	18,704	8,370	10,951	3,072	2,285	7,627	9,870	4,045	5,284	7,220	93,402
Food and Beverage	9,205	21,669	26,886	15,156	12,485	4,984	4,988	10,965	11,451	6,920	8,445	12,578	145,732
Other	3,049	4,962	4,839	5,198	1,569	1,850	930	839	3,203	2,156	1,915	4,660	35,170
Total Revenue	87,342	195,107	190,633	149,150	132,449	65,118	52,703	109,196	111,843	75,190	88,075	142,181	1,398,987
Less: Promotional Allowances	19,675	40,612	44,744	30,254	32,778	14,313	11,254	28,401	20,521	16,961	22,487	29,454	311,454
<b>NET REVENUE</b>	<b>67,667</b>	<b>154,495</b>	<b>145,889</b>	<b>118,896</b>	<b>99,671</b>	<b>50,805</b>	<b>41,449</b>	<b>80,795</b>	<b>91,322</b>	<b>58,229</b>	<b>65,588</b>	<b>112,727</b>	<b>1,087,533</b>
<b>COSTS AND EXPENSES:</b>													
Cost of Goods and Services	45,459	97,870	84,347	64,422	51,578	35,431	28,728	47,357	55,766	36,015	39,841	67,155	653,969
Selling, General, and Administrative	11,574	19,037	16,943	17,141	9,114	10,191	7,701	5,434	13,984	11,135	13,568	18,124	153,946
Provision for Doubtful Accounts	(79)	354	2,704	491	60	(59)	146	44	199	382	162	728	5,132
Total Costs & Expenses	56,954	117,261	103,994	82,054	60,752	45,563	36,575	52,835	69,949	47,532	53,571	86,007	813,047
<b>GROSS OPERATING PROFIT</b>	<b>10,713</b>	<b>37,234</b>	<b>41,895</b>	<b>36,842</b>	<b>38,919</b>	<b>5,242</b>	<b>4,874</b>	<b>27,960</b>	<b>21,373</b>	<b>10,697</b>	<b>12,017</b>	<b>26,720</b>	<b>274,486</b>
Depreciation and Amortization	4,323	11,317	13,817	8,730	8,151	3,664	3,705	7,712	7,538	5,523	5,727	12,490	92,697
Charges from Affiliates Other than Interest:													
Management Fees	2,277	5,182	-	3,881	-	-	-	-	9,600	-	-	-	20,940
Other	-	-	-	1,635	2,919	-	-	4,284	-	927	1,444	1,632	12,841
<b>INCOME (LOSS) FROM OPERATIONS</b>	<b>4,113</b>	<b>20,735</b>	<b>28,078</b>	<b>22,596</b>	<b>27,849</b>	<b>1,578</b>	<b>1,169</b>	<b>15,964</b>	<b>4,235</b>	<b>4,247</b>	<b>4,846</b>	<b>12,598</b>	<b>148,008</b>
<b>OTHER INCOME (EXPENSES):</b>													
Interest (Expense) - Affiliates	(4,490)	(12,399)	-	(10,906)	(13,000)	(3,372)	(2,997)	(14,446)	(13,410)	(10,546)	(13,313)	(24,114)	(122,993)
Interest (Expense) - External	-	(58)	(10,078)	(118)	-	(76)	(54)	-	2,867	(422)	(700)	(489)	(9,128)
Invest. Alt. Tax & Related Income (Exp.)-Net	(406)	1,711	(1,790)	(591)	(848)	(125)	(368)	(592)	(187)	(261)	(320)	(496)	(4,273)
Nonoperating Income (Expense) - Net	87	(73)	(378)	107	45	113	(639)	(97)	2,224	28	87	(6)	1,498
Total Other Income (Expenses)	(4,809)	(10,819)	(12,246)	(11,508)	(13,803)	(3,460)	(4,058)	(15,135)	(8,506)	(11,201)	(14,246)	(25,105)	(134,896)
<b>Income(Loss) Before Taxes&amp;Extraordinary Items</b>	<b>(696)</b>	<b>9,916</b>	<b>15,832</b>	<b>11,088</b>	<b>14,046</b>	<b>(1,882)</b>	<b>(2,889)</b>	<b>829</b>	<b>(4,271)</b>	<b>(6,954)</b>	<b>(9,400)</b>	<b>(12,507)</b>	<b>13,112</b>
Provision (Credit) for Income Taxes	(85)	5,102	2,465	5,102	3,324	(243)	254	913	(6,695)	88	404	599	11,228
<b>Income (Loss) Before Extraordinary Items</b>	<b>(611)</b>	<b>4,814</b>	<b>13,367</b>	<b>5,986</b>	<b>10,722</b>	<b>(1,639)</b>	<b>(3,143)</b>	<b>(84)</b>	<b>2,424</b>	<b>(7,042)</b>	<b>(9,804)</b>	<b>(13,106)</b>	<b>1,884</b>
Extraordinary Items (Net of Income Taxes)	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>NET INCOME (LOSS)</b>	<b>\$ (611)</b>	<b>\$ 4,814</b>	<b>\$ 13,367</b>	<b>\$ 5,986</b>	<b>\$ 10,722</b>	<b>\$ (1,639)</b>	<b>\$ (3,143)</b>	<b>\$ (84)</b>	<b>\$ 2,424</b>	<b>\$ (7,042)</b>	<b>\$ (9,804)</b>	<b>\$ (13,106)</b>	<b>\$ 1,884</b>

Certain totals may not foot due to rounding by the casino.

**ATLANTIC CITY CASINO INDUSTRY**  
**STATEMENTS OF INCOME**  
**FOR THE THREE MONTHS ENDED MARCH 31, 2003**  
(\$ in Thousands)

	AC Hilton	Bally's AC	Borgata	Caesars	Harrah's	Resorts	Sands	Showboat	Tropicana	Trump Marina	Trump Plaza	Trump Taj Mahal	Industry
<b>REVENUE:</b>													
Casino	\$ 72,308	\$ 157,615	\$ -	\$ 119,999	\$ 104,440	\$ 56,020	\$ 43,639	\$ 82,023	\$ 93,853	\$ 62,220	\$ 75,431	\$ 123,232	\$ 990,780
Rooms	5,181	10,280	-	8,433	9,202	2,557	2,458	3,877	10,518	4,112	5,420	7,653	69,691
Food and Beverage	9,589	21,961	-	16,272	12,368	4,873	4,664	11,279	13,025	6,960	8,209	12,829	122,029
Other	2,255	3,629	-	5,235	1,669	1,362	883	1,331	3,103	1,578	1,984	3,595	26,624
Total Revenue	89,333	193,485	-	149,939	127,679	64,812	51,644	98,510	120,499	74,870	91,044	147,309	1,209,124
Less: Promotional Allowances	20,232	37,066	-	32,106	26,099	12,897	11,844	23,012	22,144	16,347	21,078	28,774	251,599
<b>NET REVENUE</b>	<b>69,101</b>	<b>156,419</b>	<b>-</b>	<b>117,833</b>	<b>101,580</b>	<b>51,915</b>	<b>39,800</b>	<b>75,498</b>	<b>98,355</b>	<b>58,523</b>	<b>69,966</b>	<b>118,535</b>	<b>957,525</b>
<b>COSTS AND EXPENSES:</b>													
Cost of Goods and Services	45,249	99,287	-	66,389	51,818	36,515	29,562	47,013	56,982	37,185	42,027	69,972	581,999
Selling, General, and Administrative	10,513	19,237	-	13,312	8,355	9,927	7,575	7,164	13,963	11,729	13,597	18,455	133,827
Provision for Doubtful Accounts	336	422	-	364	-	303	331	101	369	382	205	1,263	4,076
Total Costs & Expenses	56,098	118,946	-	80,065	60,173	46,745	37,468	54,278	71,314	49,296	55,829	89,690	719,902
<b>GROSS OPERATING PROFIT</b>	<b>13,003</b>	<b>37,473</b>	<b>-</b>	<b>37,768</b>	<b>41,407</b>	<b>5,170</b>	<b>2,332</b>	<b>21,220</b>	<b>27,041</b>	<b>9,227</b>	<b>14,137</b>	<b>28,845</b>	<b>237,623</b>
Depreciation and Amortization	4,815	10,244	-	9,696	7,641	2,951	3,445	6,484	6,995	5,395	5,088	10,359	73,113
Charges from Affiliates Other than Interest:													
Management Fees	2,359	5,174	-	3,906	-	-	-	-	10,150	-	-	-	21,589
Other	-	-	-	1,586	2,828	-	-	4,089	-	997	1,442	1,658	12,600
<b>INCOME (LOSS) FROM OPERATIONS</b>	<b>5,829</b>	<b>22,055</b>	<b>-</b>	<b>22,580</b>	<b>30,938</b>	<b>2,219</b>	<b>(1,113)</b>	<b>10,647</b>	<b>9,896</b>	<b>2,835</b>	<b>7,607</b>	<b>16,828</b>	<b>130,321</b>
<b>OTHER INCOME (EXPENSES):</b>													
Interest (Expense) - Affiliates	(4,463)	(12,210)	-	(10,747)	(13,000)	(4,808)	(2,934)	(14,451)	(13,589)	(19,599)	(13,326)	(24,184)	(133,311)
Interest (Expense) - External	-	(73)	-	(120)	-	(79)	(61)	-	1,484	(435)	(763)	(369)	(416)
Invest. Alt. Tax & Related Income (Exp.)-Net	(511)	(1,240)	-	(773)	(828)	(158)	(286)	(399)	(6)	(258)	(321)	(850)	(5,630)
Nonoperating Income (Expense) - Net	79	826	-	157	80	198	89	279	(1,012)	84	79	53	912
Total Other Income (Expenses)	(4,895)	(12,697)	-	(11,483)	(13,748)	(4,847)	(3,192)	(14,571)	(13,123)	(20,208)	(14,331)	(25,350)	(138,445)
<b>Income(Loss) Before Taxes&amp;Extraordinary Items</b>	<b>934</b>	<b>9,358</b>	<b>-</b>	<b>11,097</b>	<b>17,190</b>	<b>(2,628)</b>	<b>(4,305)</b>	<b>(3,924)</b>	<b>(3,227)</b>	<b>(17,373)</b>	<b>(6,724)</b>	<b>(8,522)</b>	<b>(8,124)</b>
Provision (Credit) for Income Taxes	391	3,699	-	4,533	2,075	(546)	159	2,967	(3,452)	300	325	534	10,985
<b>Income (Loss) Before Extraordinary Items</b>	<b>543</b>	<b>5,659</b>	<b>-</b>	<b>6,564</b>	<b>15,115</b>	<b>(2,082)</b>	<b>(4,464)</b>	<b>(6,891)</b>	<b>225</b>	<b>(17,673)</b>	<b>(7,049)</b>	<b>(9,056)</b>	<b>(19,109)</b>
Extraordinary Items (Net of Income Taxes)	-	-	-	-	-	-	-	-	-	9,751	-	-	9,751
<b>NET INCOME (LOSS)</b>	<b>\$ 543</b>	<b>\$ 5,659</b>	<b>\$ -</b>	<b>\$ 6,564</b>	<b>\$ 15,115</b>	<b>\$ (2,082)</b>	<b>\$ (4,464)</b>	<b>\$ (6,891)</b>	<b>\$ 225</b>	<b>\$ (7,922)</b>	<b>\$ (7,049)</b>	<b>\$ (9,056)</b>	<b>\$ (9,358)</b>

Certain totals may not foot due to rounding by the casino.

**ATLANTIC CITY CASINO INDUSTRY  
HOTEL STATISTICS  
FOR THE THREE MONTHS ENDED MARCH 31, 2004**

<b>CASINO</b>	<b>NUMBER OF GUEST ROOMS IN PROPERTY*</b>	<b>NUMBER OF AVAILABLE ROOM NIGHTS</b>	<b>NUMBER OF OCCUPIED ROOM NIGHTS</b>	<b>OCCUPANCY RATE</b>	<b>AVERAGE RATE PER OCCUPIED ROOM</b>
AC Hilton	804	72,239	64,947	89.9%	\$77.69
Bally's AC	1,745	149,447	141,702	94.8%	76.83
Borgata	2,002	176,064	146,642	83.3%	125.08
Caesars	1,140	101,364	97,274	96.0%	85.85
Harrah's	1,626	140,763	125,360	89.1%	87.01
Resorts	479	41,872	36,901	88.1%	83.26
Sands	637	49,942	42,153	84.4%	54.31
Showboat	1,309	119,119	100,814	84.6%	75.65
Tropicana	1,625	147,875	127,765	86.4%	77.25
Trump Marina	728	66,248	51,076	77.1%	79.20
Trump Plaza	904	82,264	71,057	86.4%	74.36
Trump Taj Mahal	1,250	113,750	102,190	89.8%	70.65
<b>INDUSTRY TOTAL</b>	<b>14,249</b>	<b>1,260,947</b>	<b>1,107,881</b>		
<b>INDUSTRY AVERAGE</b>				<b>87.9%</b>	<b>\$83.89</b>

\* Number of guest rooms at end of quarter

**ATLANTIC CITY CASINO INDUSTRY  
PROMOTIONAL ALLOWANCES AND EXPENSES  
FOR THE QUARTER ENDED MARCH 31, 2004**  
(\$ in Thousands)

	QUARTER		
	<u>Allowances</u>	<u>Expenses</u>	<u>Total</u>
AC Hilton	\$ 19,675	\$ 2,825	\$ 22,500
Bally's AC	40,612	4,617	45,229
Borgata	44,744	4,825	49,569
Caesars	30,254	4,773	35,027
Harrah's	32,778	1,947	34,725
Resorts	14,313	880	15,193
Sands	11,254	1,161	12,415
Showboat	28,401	261	28,662
Tropicana	20,521	1,966	22,487
Trump Marina	16,961	946	17,907
Trump Plaza	22,487	772	23,259
Trump Taj Mahal	29,454	3,732	33,186
Industry	<u>\$ 311,454</u>	<u>\$ 28,705</u>	<u>\$ 340,159</u>
Incr (Decr) vs. Prior Period	<b>23.8%</b>	<b>33.6%</b>	<b>24.6%</b>

**ATLANTIC CITY CASINO INDUSTRY  
PROMOTIONAL ALLOWANCES AND EXPENSES  
FOR THE QUARTER ENDED MARCH 31, 2003**  
(\$ in Thousands)

	QUARTER		
	<u>Allowances</u>	<u>Expenses</u>	<u>Total</u>
AC Hilton	\$ 20,232	\$ 2,422	\$ 22,654
Bally's AC	37,066	5,270	42,336
Borgata (opened 7/3/03)	N/A	N/A	N/A
Caesars	32,106	2,490	34,596
Harrah's	26,099	1,187	27,286
Resorts	12,897	770	13,667
Sands	11,844	1,258	13,102
Showboat	23,012	594	23,606
Tropicana	22,144	1,903	24,047
Trump Marina	16,347	1,155	17,502
Trump Plaza	21,078	806	21,884
Trump Taj Mahal	28,774	3,634	32,408
Industry	<u>\$ 251,599</u>	<u>\$ 21,489</u>	<u>\$ 273,088</u>

## Amendments

Licensee	Form	Quarter
Resorts	CCC-381	December 31, 2003
Sands	CCC-205	December 31, 2003
Sands	CCC-210	December 31, 2003
Sands	CCC-215	December 31, 2003
Sands	CCC-220	December 31, 2003
Sands	CCC-235 (page 2 only)	December 31, 2003
Sands	Footnote 3	December 31, 2003
Sands	Footnote 4 (Income Taxes)	December 31, 2003
Showboat	CCC-215	December 31, 2003
Showboat	Footnote 4	December 31, 2003
Trump Plaza	CCC-235	December 31, 2003

4/15/04

TRADING NAME OF LICENSEE RESORTS ATLANTIC CITY**GROSS REVENUE ANNUAL TAX RETURN**

FOR THE YEAR ENDED DECEMBER 31, 2003

(\$ in Thousands)

Line

## CASINO WIN:

1.	Table and Other Games Win.....	\$	58,212
2.	Slot Machines Win.....		174,843
3.	Total Win.....		233,055

## Less - Adjustment for Uncollectible Patrons' Checks:

4.	Provision for Uncollectible Patrons' Checks .....	\$	456
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5.	Maximum Adjustment (4% of line 3) .....	\$	9,322
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6.	Adjustment (the lesser of line 4 or line 5) .....		456
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7.	Gross Revenue (line 3 less line 6).....	\$	232,599
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8.	Tax on Gross Revenue - Reporting Year (8% of line 7).....	\$	18,608
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9.	Audit or Other Adjustments to Tax on Gross Revenues in Prior Years .....		4
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10.	Total Taxes on Gross Revenue (the sum of lines 8 and 9).....		18,612
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11.	Total Deposits Made for Tax on Reporting Year's Gross Revenue.....		(18,622)
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## Settlement of Prior Years' Tax on Gross Revenue

12.	Resulting from Audit or Other Adjustments - (Deposits) Credits .....		(4)
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13.	Gross Revenue Taxes Payable (the net of lines 10, 11 and 12) .....	\$	(14) <sup>1</sup>
-----	--	----	-------------------

<sup>1</sup> The amount represents a decrease in tax for 2003, as a result of a casino revenue adjustment following the end of the year.

The subsequent tax credit was made in January 2004.

Under penalties of perjury, I declare that I have examined this Gross Revenue Annual Tax Return and to the best of my knowledge and belief, the information contained in this return is accurate.

April 13, 2004

Date

SignatureExecutive Director of FinanceTitle of Officer



TRADING NAME OF LICENSEE: SANDS HOTEL & CASINO

**BALANCE SHEETS**

AS OF DECEMBER 31, 2003 AND 2002

(UNAUDITED)

(\$ IN THOUSANDS)

**AMENDED**  
**Amended**

5/3/04

LINE (a)	DESCRIPTION (b)	2003 (c)	2002 (d)
	<b>ASSETS</b>		
	Current Assets:		
1	Cash and Cash Equivalents.....	\$ 16,903	\$ 18,834
2	Short-Term Investments.....	-	-
3	Receivables and Patrons' Checks (Net of Allowance for Doubtful Accounts - 2003, \$5,918; 2002, \$11,301).*	5,308	5,001
4	Inventories.....	2,222	1,857
5	Prepaid Expenses and Other Current Assets..... Note 14.....	4,705	4,978 *
6	Total Current Assets.....	29,138	30,670
7	Investments, Advances, and Receivables.....	10,705	10,069
8	Property and Equipment - Gross..... Note 15.....	209,426	195,717
9	Less: Accumulated Depreciation and Amortization..... Note 15.....	(40,013)	(26,095)
10	Property and Equipment - Net..... Note 15.....	169,413	169,622
11	Other Assets.....	1,814	2,562 *
12	Total Assets.....	\$ 211,070	\$ 212,923
	<b>LIABILITIES AND EQUITY</b>		
	Current Liabilities:		
13	Accounts Payable.....	\$ 6,815	\$ 5,598
14	Notes Payable.....	-	-
	Current Portion of Long-Term Debt:		
15	Due to Affiliates.....	-	- *
16	Other.....	-	-
17	Income Taxes Payable and Accrued..... Note 4.....	-	29
18	Other Accrued Expenses..... Note 16.....	12,857	13,215
19	Other Current Liabilities..... Note 17.....	2,411	3,021
20	Total Current Liabilities.....	22,083	21,863
	Long-Term Debt:		
21	Due to Affiliates..... Note 1, 3, 5.....	131,900	116,500 *
22	Other.....	-	-
23	Deferred Credits.....	-	-
24	Other Liabilities.....	3,728	3,445
25	Commitments and Contingencies.....		
26	Total Liabilities.....	157,711	141,808
27	Stockholders', Partners', Or Proprietor's Equity.....	53,359	71,115
28	Total Liabilities and Equity.....	\$ 211,070	\$ 212,923

The accompanying notes are an integral part of the financial statements.

TRADING NAME OF LICENSEE: SANDS HOTEL & CASINO

**STATEMENTS OF INCOME**

**AMENDED**

FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2003 AND 2002 **Amended**

(UNAUDITED)

(\$ IN THOUSANDS)

5/3/04

LINE (a)	DESCRIPTION (b)	2003 (c)	2002 (d)
	Revenue:		
1	Casino.....	\$ 183,036	\$ 206,417
2	Rooms.....	10,983	11,140
3	Food and Beverage.....	21,946	23,305
4	Other.....	3,925	3,739
5	Total Revenue.....	219,890	244,601
6	Less: Promotional Allowances..... Note 2.....	49,632	51,127
7	Net Revenue.....	170,258	193,474
	Costs and Expenses:		
8	Cost of Goods and Services.....	121,867	134,228
9	Selling, General, and Administrative..... Note 2.....	34,580	36,575
10	Provision for Doubtful Accounts.....	1,041	1,547
11	Total Costs and Expenses.....	157,488	172,350
12	Gross Operating Profit.....	12,770	21,124
13	Depreciation and Amortization.....	14,810	13,936
	Charges from Affiliates Other than Interest:		
14	Management Fees.....	-	-
15	Other.....	-	-
16	Income (Loss) From Operations.....	(2,040)	7,188
	Other Income (Expenses):		
17	Interest (Expense) - Affiliates .....	(11,800)	(11,334)
18	Interest (Expense) - External.....	(227)	(307)
19	Investment Alternative Tax and Related Income (Expense) - Net.....	(1,434)	(1,521)
20	Nonoperating Income (Expense) - Net..... Note 18.....	(1,399)	(1,021)
21	Total Other Income (Expenses).....	(14,860)	(14,183)
22	Income (Loss) Before Income Taxes And Extraordinary Items.....	(16,900)	(6,995)
23	Provision (Credit) for Income Taxes..... Note 4.....	856	774
24	Income (Loss) Before Extraordinary Items.....	(17,756)	(7,769)
	Extraordinary Items (Net of Income Taxes -		
25	2003, \$ - ; 2002, \$ - ).....	-	-
26	Net Income (Loss).....	\$ (17,756)	\$ (7,769)

The accompanying notes are an integral part of the financial statements.

Valid comparisons cannot be made without using information contained in the notes.

TRADING NAME OF LICENSEE: SANDS HOTEL & CASINO  
**STATEMENTS OF INCOME**

FOR THE THREE MONTHS ENDED DECEMBER 31, 2003 AND 2002

(UNAUDITED)

(\$ IN THOUSANDS)

AMENDED  
Amended

5/3/04

LINE (a)	DESCRIPTION (b)	2003 (c)	2002 (d)
	Revenue:		
1	Casino.....	\$ 40,843	\$ 44,972
2	Rooms.....	2,453	2,475
3	Food and Beverage.....	5,144	5,005
4	Other.....	915	864
5	Total Revenue.....	49,355	53,316
6	Less: Promotional Allowances..... Note 2.....	10,969	12,466
7	Net Revenue.....	38,386	40,850
	Costs And Expenses:		
8	Cost of Goods and Services.....	29,268	31,305
9	Selling, General, and Administrative..... Note 2.....	8,649	8,929
10	Provision for Doubtful Accounts.....	183	295
11	Total Costs and Expenses.....	38,100	40,529
12	Gross Operating Profit.....	286	321
13	Depreciation and Amortization.....	3,884	4,358
	Charges from Affiliates Other than Interest:		
14	Management Fees.....	-	-
15	Other.....	-	-
16	Income (Loss) From Operations.....	(3,598)	(4,037)
	Other Income (Expenses):		
17	Interest (Expense) - Affiliates.....	(3,012)	(2,935)
18	Interest (Expense) - External.....	(54)	(65)
19	Investment Alternative Tax and Related Income (Expense) - Net...	(568)	(458)
20	Nonoperating Income (Expense) - Net..... Note 18.....	(1,760)	(106)
21	Total Other Income (Expenses).....	(5,394)	(3,564)
22	Income (Loss) Before Income Taxes and Extraordinary Items.....	(8,992)	(7,601)
23	Provision (Credit) for Income Taxes..... Note 4.....	241	(52)
24	Income (Loss) Before Extraordinary Items.....	(9,233)	(7,549)
25	Extraordinary Items (Net of Income Taxes - 2002, \$ - ; 2001, \$ - ).....	-	-
26	Net Income (Loss).....	\$ (9,233)	\$ (7,549)

The accompanying notes are an integral part of the financial statements.

Valid comparisons cannot be made without using information contained in the notes.

AMENDED

**STATEMENTS OF CHANGES IN STOCKHOLDERS' EQUITY**  
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2003 AND 2002

Amended

5/3/04

(UNAUDITED)

(\$ IN THOUSANDS)

LINE (a)	Description (b)	Common Stock		Preferred Stock		Additional Paid-In Capital (g)		Retained Earnings (Accumulated) (Deficit) (i)	Total Stockholders' Equity (Deficit) (j)
		Shares (c)	Amount (d)	Shares (e)	Amount (f)				
1	Balance, December 31, 2001	100	\$ -		\$	\$ 89,659		\$ (10,775)	\$ 78,884
2	Net Income (Loss) -							(7,769)	(7,769)
3	Contribution to Paid-in-Capital								
4	Dividends								
5	Prior Period Adjustments								
6									
7									
8									
9									
10	Balance, December 31, 2002	100	\$ -		\$	\$ 89,659		(18,544)	71,115
11	Net Income (Loss) - 2003							(17,756)	(17,756)
12	Contribution to Paid-in - Capital								
13	Dividends								
14	Prior Period Adjustments								
15									
16									
17									
18									
19	Balance, December 31, 2003	100	\$ -		\$	\$ 89,659		\$ (36,300)	\$ 53,359

The accompanying notes are an integral part of the financial statements.

Valid comparisons cannot be made without using information contained in the notes.

TRADING NAME OF LICENSEE: SANDS HOTEL & CASINO  
STATEMENTS OF CASH FLOWS

AMENDED

FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2003 AND 2002

(UNAUDITED)

(\$ IN THOUSANDS)

Amended

5/3/04

LINE (a)	DESCRIPTION (b)	2003 (c)	2002 (d)
	<b>NET CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
29	Net Income (Loss).....	\$ (17,756)	\$ (7,769)
	Noncash Items Included in Income and Cash Items		
	Excluded from Income:		
30	Depreciation and Amortization of Property and Equipment....	14,050	13,182
31	Amortization of Other Assets.....	760	754
32	Amortization of Debt Discount or Premium.....	-	-
33	Deferred Income Taxes - Current.....	-	-
34	Deferred Income Taxes - Noncurrent.....	-	(682)
35	(Gain) Loss on Disposition of Property and Equipment.....	(105)	1,467
36	(Gain) Loss on Casino Reinvestment Obligations.....	1,434	1,521
37	(Gain) Loss from Other Investment Activities.....	-	-
	Net (Increase) Decrease in Receivables and Patrons'		
38	Checks.....	(308)	3,935
39	Net (Increase) Decrease in Inventories.....	(371)	574
40	Net (Increase) Decrease in Other Current Assets.....	273	(789)
41	Net (Increase) Decrease in Other Assets.....	(12)	-
42	Net Increase (Decrease) in Accounts Payable.....	201	(1,245)
	Net Increase (Decrease) in Other Current Liabilities		
43	Excluding Debt.....	(946)	(2,244)
	Net Increase (Decrease) in Other Noncurrent Liabilities		
44	Excluding Debt.....	369	520
45			
46			
47	Net Cash Provided (Used) By Operating Activities.....	\$ (2,411)	\$ 9,224

SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION

	<b>ACQUISITION OF PROPERTY AND EQUIPMENT:</b>		
48	Additions to Property and Equipment.....	\$ 12,825	\$ 14,058
49	Less: Capital Lease Obligations Incurred.....	-	-
50	Cash Outflows For Property And Equipment.....	\$ 12,825	\$ 14,058
	<b>ACQUISITION OF BUSINESS ENTITIES:</b>		
51	Property and Equipment Acquired.....	\$	\$
52	Goodwill Acquired.....		
	Net Assets Acquired Other than Cash, Goodwill, and		
53	Property and Equipment.....		
54	Long-Term Debt Assumed.....		
55	Issuance of Stock or Capital Invested.....		
56	Cash Outflows To Acquire Business Entities.....	\$ -	\$ -
	<b>STOCK ISSUED OR CAPITAL CONTRIBUTIONS:</b>		
57	Total Issuances of Stock or Capital Contributions.....	\$ -	\$ -
58	Less: Issuances to Settle Long-Term Debt.....	-	-
59	Consideration in Acquisition of Business Entities.....	-	-
60	Cash Proceeds From Issuing Stock Or Capital Contributions.....	\$ -	\$ -

The accompanying notes are an integral part of the financial statements.

Valid comparisons cannot be made without using information contained in the notes.

**GREATER BAY HOTEL AND CASINO, INC.**

Amended

5/3/04

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)**

**Reclassifications -**

Certain reclassifications have been made to prior years' consolidated financial statements to conform to the current year consolidated financial statement presentations.

**(3) Long-Term Debt - AMENDED**

Long-term debt is comprised of the following:

	December 31,	
	2003	2002
Due to GB Property Funding (a)	\$ 110,000,000	\$ 110,000,000
Due to Holdings	21,900,000	6,500,000
 Total indebtedness	 131,900,000	 116,500,000
 Less - current maturities	 -	 -
 Total long-term debt	 \$ 131,900,000	 \$ 116,500,000

- (a) As a result of the Confirmation Order and the occurrence of the Effective Date and under the terms of the Plan, the Old Notes were cancelled and replaced with Existing Notes. Interest on the Existing Notes is payable on March 29 and September 29, beginning March 29, 2002. The outstanding principal is due on September 29, 2005. The Existing Notes are unconditionally guaranteed, on a joint and several basis, by both Holdings and the Company, and are secured by substantially all of the assets, as of the Effective Date, other than cash and gaming receivables of Holdings and the Company.

The original indenture for the Existing Notes contained various provisions, which, among other things, restricted the ability of Holdings, and the Company to incur certain senior secured indebtedness beyond certain limitations, and contained certain other limitations on the ability to merge, consolidate, or sell substantially all of their assets, to make certain restricted payments, to incur certain additional senior liens, and to enter into certain sale-leaseback transactions.

In a Consent Solicitation Statement and Consent Form dated September 14, 2001, GB Property Funding sought the consent of holders of the Existing Notes to make certain changes to the original indenture (the "Modifications"). The Modifications included, but were not limited to, a deletion of, or changes to, certain provisions the result of which would be (i) to permit Holdings and its subsidiaries to incur any additional indebtedness without restriction, to issue preferred stock without restriction, to make distributions in respect of preferred stock and to prepay indebtedness without restriction, to incur liens without restriction and to enter into sale-leaseback transactions without restriction, (ii) to add additional exclusions to the definition of "asset sales" to exclude from the restrictions on "asset sales" sale-leaseback transactions, conveyances or contributions to any entity in which Holdings or its subsidiaries has or

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

obtains equity or debt interests, and transactions (including the granting of liens) made in accordance with another provision of the Modifications relating to collateral release and subordination or any documents entered into in connection with an "approved project" (a new definition included as part of the Modifications which includes, if approved by the Board of Directors of Holdings, incurrence of indebtedness or the transfer of assets to any person if Holdings or any of its subsidiaries has or obtain debt or equity interests in the transferee or any similar, related or associated event, transaction or activity) in which a release or subordination of collateral has occurred including, without limitation, any sale or other disposition resulting from any default or foreclosure, (iii) to exclude from the operation of covenants related to certain losses to collateral, any assets and any proceeds thereof, which have been subject to the release or subordination provisions of the Modifications, (iv) to permit the sale or other conveyances of Casino Reinvestment Development Authority investments in accordance with the terms of a permitted security interest whether or not such sale was made at fair value, (v) to exclude from the operation of covenants related to the deposit into a collateral account of certain proceeds of "asset sales" or losses to collateral any assets and any proceeds thereof, which have been subject to the release or subordination provisions of the Modifications, (vi) to add new provisions authorizing the release or subordination of the collateral securing the Existing Notes in connection with, in anticipation of, as a result of, or in relation to, an "approved project", and (vii) various provisions conforming the text of the original indenture to the intent of the preceding summary of the Modifications.

Holders representing approximately 98% in principal amount of the Existing Notes provided consents to the Modifications. Under the terms of the original indenture, the consent of holders representing a majority in principal amount of Existing Notes was a necessary condition to the Modifications. Accordingly, GB Property Funding, as issuer, and Holdings and the Company, as guarantors, and Wells Fargo Bank Minnesota, National Association, as Trustee, entered into an Amended and Restated Indenture dated as of October 12, 2001, containing the Modifications to the original indenture described in the Consent Solicitation Statement (the "Amended and Restated Indenture"). In accordance with the terms of the Consent Solicitation Statement, holders of Existing Notes, who consented to the Modifications and who did not revoke their consents ("Consenting Noteholders"), were entitled to \$17.50 per \$1,000 in principal amount of Existing Notes, subject to certain conditions including entry into the Amended and Restated Indenture. Upon entry into the Amended and Restated Indenture on October 12, 2001, the Company transferred approximately \$1.9 million to the Trustee for distribution to Consenting Noteholders.

- (b) Intercompany advances from Holdings to the Company (Due to Holdings) are not payable before January 1, 2005.

As of December 31, 2003 the only scheduled payment of long-term debt is the \$110 million for Existing Notes, due September 29, 2005.

At December 31, 2003 and 2002, accrued interest on the Existing Notes was \$3,092,000 and \$3,092,000, respectively.

**GREATER BAY HOTEL AND CASINO, INC.**

Amended

5/3/04

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)**

**(4) Income Taxes - Amended**

The components of the (provision) benefit for income taxes are as follows:

	<b>Year Ended December 31, 2003</b>	<b>Year Ended December 31, 2002</b>
Federal income tax (provision) benefit	\$	\$
Current	-	-
Deferred	-	-
State income tax (provision) benefit		
Current	(856,000)	(774,000)
Deferred	-	-
	<u>\$ (856,000)</u>	<u>\$ (774,000)</u>



**GREATER BAY HOTEL AND CASINO, INC.**

Amended  
5/3/04

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)**

Deferred income taxes reflect the net tax effects of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes, and the amounts used for income tax purposes. The major components of deferred tax liabilities and assets as of December 31, 2003 and 2002 were as follows:

	2003	2002
Deferred tax assets:		
Bad debt reserve	\$ 2,418,000	\$ 5,137,000
Deferred financing costs	234,000	1,053,000
Group insurance	747,000	936,000
Accrued vacation	613,000	732,000
Action cash awards accrual	123,000	499,000
Jackpot accrual	298,000	337,000
Medical reserve	408,000	109,000
Reorganization Costs	754,000	-
CRDA	5,724,000	5,512,000
Federal and state net operating loss carryforward	17,004,000	8,163,000
Grantors trust income	3,616,000	3,570,000
Credit and capital loss carryforwards	3,385,000	2,421,000
Other	297,000	330,000
	<u>35,621,000</u>	<u>28,799,000</u>
Total deferred tax assets	35,621,000	28,799,000
Less valuation allowance	(17,685,000)	(10,257,000)
Total deferred tax assets after valuation allowance	<u>17,936,000</u>	<u>18,542,000</u>
Deferred tax liabilities:		
Noncurrent:		
Depreciation of plant and equipment	(17,812,000)	(18,466,000)
Chips and tokens	(124,000)	(76,000)
	<u>(17,936,000)</u>	<u>(18,542,000)</u>
Total deferred tax liabilities	(17,936,000)	(18,542,000)
Net deferred tax assets (liabilities)	\$ <u>-</u>	\$ <u>-</u>

Federal net operating loss carryforwards totaled approximately \$39 million as of December 31, 2003 and will begin expiring in the year 2022 and forward. New Jersey net operating loss carryforwards totaled approximately \$58 million as of December 31, 2003. The enactment of the Business Tax Reform Act ("BTR") on July 2, 2002 deferred New Jersey net operating losses ("State NOL's") set to expire in 2002 and 2003, for a two year period. As a result, about \$6 million of state net operating loss carryforwards set to expire in 2003 are extended to 2005. The Company also has general business credit carryforwards of approximately \$1.4 million which expire in 2004 through 2022. Additionally, as of December 2003, the Company has a federal alternative minimum tax (AMT) credit carryforward of about \$72,000 and a New Jersey alternative minimum assessment (AMA) credit carryforward of approximately \$1.5 million, both of which can be carried forward indefinitely.

Financial Accounting Standards No. 109 ("FAS 109") requires that the tax benefit of NOL's and deferred tax assets resulting from temporary differences be recorded as an asset and, to the extent that management can not assess that the utilization of all or a portion of such NOL's and deferred tax assets is more likely than not, requires the recording of a valuation allowance. Management has determined that the realization of certain of

**GREATE BAY HOTEL AND CASINO, INC.**

*Amended*

**5/3/04**

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)**

the Company's deferred tax assets is not more likely than not and, thus, has provided a valuation allowance against those assets at December 31, 2003 and 2002.

The provision for income taxes differs from the amount computed at the federal statutory rate as a result of the following:

	<b>AMENDED</b>	
	<b><u>Years Ended December 31,</u></b>	
	<b><u>2003</u></b>	<b><u>2002</u></b>
Federal statutory rate	(35.0) %	(35.0) %
State taxes net of federal benefit	(2.8) %	(1.6) %
Permanent differences	0.2 %	0.9 %
Tax credits	(5.2) %	(13.2) %
Deferred tax valuation allowance	47.9 %	57.8 %
Other	<u>0.0 %</u>	<u>3.1 %</u>
	<u><u>5.1 %</u></u>	<u><u>12.0 %</u></u>

Holdings also had a change of ownership as defined under Internal Revenue Code Section 382 upon the Effective Date. Management currently estimates there will be no significant limitations on the ability of the Company to use its tax credit carryforwards on a post confirmation basis as a result of this change of ownership. On July 3, 2002, the State of New Jersey passed the New Jersey Business Tax Reform Act, which, among other things, suspended the use of the New Jersey net operating loss carryforwards for two years and introduced a new alternative minimum assessment under the New Jersey corporate business tax based on gross receipts or gross profits. For the years ended December 31, 2003 and 2002, there was a charge to income tax provision of \$681,000 and \$774,000, respectively, related to the impact of the New Jersey Business Tax Reform Act. On July 1, 2003, the State of New Jersey amended the New Jersey Casino Control Act (the "NJCCA") to impose various tax increases on Atlantic City casinos, including The Sands. Among other things, the amendments to the NJCCA include the following new tax provision: the greater of a \$350,000 minimum tax or a 7.5% tax on adjusted net income of licensed casinos (the "Casino Net Income Tax") in State fiscal years 2004 through 2006, with the proceeds deposited to the Casino Revenue Fund. For the year ended December 31, 2003, \$175,000 was charged to the income tax provision related to the minimum Casino Net Income Tax, which is payable in quarterly installments of \$87,500 each.

**(5) Transactions with related parties**

The Company's rights to the trade name "The Sands" (the "Trade Name") were derived from a license agreement between Greate Bay Casino Corporation and an unaffiliated third party. Amounts payable by the Company for these rights were equal to the amounts paid to the unaffiliated third party. On September 29, 2000, High River Limited Partnership assigned the Company the rights under a certain agreement with the owner of the Trade Name to use the Trade Name as of September 29, 2000 through May 19, 2086, subject to termination rights for a fee after a certain minimum term. High River is an entity controlled by Carl C. Icahn. High River received no payments for its assignment of these rights. Payment is made directly to the owner of the Trade Name. For the years ended December 31, 2003 and 2002, the license fee amounted to \$263,000 and \$272,000, respectively.

The Stratosphere Casino Hotel & Tower (the "Stratosphere"), an entity controlled by Carl C. Icahn, allocates a portion of certain executive salaries, including the salary of Richard P. Brown, CEO of Holdings, as

# STATEMENTS OF INCOME

FOR THE THREE MONTHS ENDED DECEMBER 31, 2003 AND 2002

(UNAUDITED)  
(\$ IN THOUSANDS)
**AMENDED**  
**51304**

LINE (a)	DESCRIPTION (b)	2003 (c)	2002 (d)
	Revenue:		
1	Casino.....	\$ 90,442	\$ 86,643
2	Rooms.....	7,980	4,169
3	Food and Beverage.....	11,710	12,364
4	Other.....	749	1,726
5	Total Revenue.....	110,881	104,902
6	Less: Promotional Allowances.....	28,992	25,591
7	Net Revenue.....	81,889	79,311
	Costs and Expenses:		
8	Cost of Goods and Services.....	48,308	47,712
9	Selling, General, and Administrative.....	8,390	8,229
10	Provision for Doubtful Accounts.....	(124)	54
11	Total Costs and Expenses.....	56,574	55,995
12	Gross Operating Profit.....	25,315	23,316
13	Depreciation and Amortization.....	7,278	6,260
	Charges from Affiliates Other than Interest:		
14	Management Fees.....	-	-
15	Other.....NOTES 2, 9, & 11	4,131	4,100
16	Income (Loss) from Operations.....	13,906	12,956
	Other Income (Expenses):		
17	Interest (Expense) - Affiliates.....	(14,448)	(14,452)
18	Interest (Expense) - External.....	-	-
19	Investment Alternative Tax and Related Income (Expense) - Net.....	(290)	(547)
20	Nonoperating Income (Expense) - Net.....	164	181
21	Total Other Income (Expenses).....	(14,574)	(14,818)
22	Income (Loss) Before Income Taxes and Extraordinary Items.....	(668)	(1,862)
23	Provision (Credit) for Income Taxes.....	1,906	2,216
24	Income (Loss) Before Extraordinary Items.....	(2,574)	(4,078)
	Extraordinary Items (Net of Income Taxes -		
25	2002, \$ ; 2001, \$ ).....	-	-
26	Net Income (Loss).....	\$ (2,574)	\$ (4,078)

The accompanying notes are an integral part of the financial statements.  
Valid comparisons cannot be made without using information contained in the Notes.

**ATLANTIC CITY SHOWBOAT, INC.**  
**Notes to Financial Statements**  
**(Dollars In Thousands)**

**AMENDED**  
**5/13/04**

**(4) Prepaid Expenses & Other Current Assets**

As of December 31, 2003 and 2002, Prepaid Expenses and Other Current Assets consisted of the following:

	<u>2003</u>	<u>2002</u>
Prepaid Slot License	\$1,002	\$882
Prepaid Insurance	88	90
Deposits	192	151
Prepaid Advertising	19	842
Prepaid Rent	868	0
Prepaid Contracts/Utilities	141	128
Prepaid Income Taxes	395	0
Other	<u>814</u>	<u>404</u>
	<u>\$3,519</u>	<u>\$2,497</u>

**(5) Investments, Advances & Receivables**

As of December 31, 2003 and 2002, Investments, Advances and Receivables consisted of the following:

	<u>2003</u>	<u>2002</u>
CRDA Deposits (Note 13)	\$19,184	\$14,970
CRDA Bonds (Note 13)	<u>15,715</u>	<u>14,851</u>
	<u>34,899</u>	<u>29,821</u>
Less: Valuation Allowance on CRDA Investments	<u>(10,348)</u>	<u>(9,070)</u>
CRDA Investments, Net	24,551	20,751
Due From Affiliates	<u>1,321,841</u>	<u>1,259,842</u>
	<u>\$1,346,392</u>	<u>\$1,280,593</u>

Due From Affiliates consisted of the following:

	<u>2003</u>	<u>2002</u>
HARRAH'S	\$1,321,416	\$1,258,883
Harrah's Atlantic City	61	593
Showboat Indiana	14	14
Harrah's Lake Tahoe	19	22
Harrah's Joliet	8	8
Harrah's Ak-Chin	291	290
Harrah's North Kansas City	<u>32</u>	<u>32</u>
	<u>\$1,321,841</u>	<u>\$1,259,842</u>

TRADING NAME OF LICENSEE TRUMP PLAZA HOTEL & CASINO

# STATEMENTS OF CASH FLOWS

## REVISED

FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2003 AND 2002

(UNAUDITED)  
(\$ IN THOUSANDS)

Amended

5/14/04

LINE (a)	DESCRIPTION (b)	2003 (c)	2002 (d)
1	NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES.....	\$3,402	\$335
	CASH FLOWS FROM INVESTING ACTIVITIES:		
2	Purchase of Short-Term Investment Securities.....	-	-
3	Proceeds from the Sale of Short-Term Investment Securities.....	-	-
4	Cash Outflows for Property and Equipment.....	(4,521)	(4,741)
5	Proceeds from Disposition of Property and Equipment.....	-	-
6	Purchase of Casino Reinvestment Obligations.....	(4,051)	(4,218)
7	Purchase of Other Investments and Loans/Advances made.....	7,502	11,822
8	Proceeds from Disposal of Investments and Collection of Advances and Long-Term Receivables.....	-	-
9	Cash Outflows to Acquire Business Entities.....	-	-
10	Casino Reinvestment Obligation Donation.....	2,471	3,332
11		-	-
12	Net Cash Provided (Used) By Investing Activities.....	1,401	6,195
	CASH FLOWS FROM FINANCING ACTIVITIES:		
13	Cash Proceeds from Issuance of Short-Term Debt.....	3,441	1,449
14	Payments to Settle Short-Term Debt.....	(11,377)	(6,738)
15	Cash Proceeds from Issuance of Long-Term Debt.....	-	-
16	Costs of Issuing Debt.....	-	-
17	Payments to Settle Long-Term Debt.....	-	-
18	Cash Proceeds from Issuing Stock or Capital Contributions.....	-	-
19	Purchases of Treasury Stock.....	-	-
20	Payments of Dividends or Capital Withdrawals.....	-	-
21		-	-
22		-	-
23	Net Cash Provided (Used) By Financing Activities.....	(7,936)	(5,289)
24	Net Increase (Decrease) in Cash and Cash Equivalents.....	(3,133)	1,241
25	Cash and Cash Equivalents at Beginning of Period.....	23,047	21,806
26	Cash and Cash Equivalents at End of Period.....	\$19,914	\$23,047

	CASH PAID DURING PERIOD FOR:		
27	Interest (Net of Amount Capitalized).....	\$47,167	\$49,831
28	Income Taxes.....	\$182	\$152 *

The accompanying notes are an integral part of the financial statements.

Valid comparisons cannot be made without using information contained in the notes.

\*Revisions have been made to conform to current year presentations.

**STATEMENTS OF CASH FLOWS****REVISED**

FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2003 AND 2002

(UNAUDITED)  
(\$ IN THOUSANDS)

Amended

5/14/04

LINE (a)	DESCRIPTION (b)	2003 (c)	2002 (d)
	<b>NET CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
29	Net Income (Loss).....	(\$25,415)	(\$774)
	Noncash Items Included in Income and Cash Items		
	Excluded from Income:		
30	Depreciation and Amortization of Property and Equipment.....	20,071	17,787
31	Amortization of Other Assets.....	79	159
32	Amortization of Debt Discount or Premium.....	271	147
33	Deferred Income Taxes - Current.....	-	-
34	Deferred Income Taxes - Noncurrent.....	-	-
35	(Gain) Loss on Disposition of Property and Equipment.....	(45)	(87)
36	(Gain) Loss on Casino Reinvestment Obligations.....	1,429	1,477
37	(Gain) Loss from Other Investment Activities.....	-	-
	Net (Increase) Decrease in Receivables and Patrons'		
38	Checks.....	464	1,701
39	Net (Increase) Decrease in Inventories.....	3	(52)
40	Net (Increase) Decrease in Other Current Assets.....	(643)	(1,007)
41	Net (Increase) Decrease in Other Assets.....	1,245	(1,348)
42	Net Increase (Decrease) in Accounts Payable.....	6,050	(5,864)
	Net Increase (Decrease) in Other Current Liabilities		
43	Excluding Debt.....	(107)	(11,804)
	Net Increase (Decrease) in Other Noncurrent Liabilities		
44	Excluding Debt.....	-	-
45		-	-
46		-	-
47	Net Cash Provided (Used) By Operating Activities.....	\$3,402	\$335

**SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION**

	<b>ACQUISITION OF PROPERTY AND EQUIPMENT:</b>		
48	Additions to Property and Equipment.....	(\$15,892)	(\$15,082)
49	Less: Capital Lease Obligations Incurred.....	11,371	10,341
50	Cash Outflows for Property and Equipment.....	(\$4,521)	(\$4,741)
	<b>ACQUISITION OF BUSINESS ENTITIES:</b>		
51	Property and Equipment Acquired.....	-	-
52	Goodwill Acquired.....	-	-
	Net Assets Acquired Other than Cash, Goodwill, and		
53	Property and Equipment.....	-	-
54	Long-Term Debt Assumed.....	-	-
55	Issuance of Stock or Capital Invested.....	-	-
56	Cash Outflows to Acquire Business Entities.....	-	-
	<b>STOCK ISSUED OR CAPITAL CONTRIBUTIONS:</b>		
57	Total Issuances of Stock or Capital Contributions/Partnership Distribut	-	(\$32,343) *
58	Add: Issuances of Long-Term Debt to Affiliates.....(Note	-	61,210 *
59	Less: Elimination of Amounts due to Affiliates.....(Note	-	(28,867) *
60	Cash Proceeds from Issuing Stock or Capital Contributions.....	-	\$0

The accompanying notes are an integral part of the financial statements.  
Valid comparisons cannot be made without using information contained in the notes.

\*Revisions have been made to conform to current year presentations.